

REPORT OF TRUSTEES OF TRUST FUNDS

We have come through a year of uncertainty in our country and that has caused a market of extremely low interest rates. We are pleased to report that we were able to negotiate for more attractive rates on several accounts, but as a whole, the interest rates on the majority of the accounts are very low. Until the Federal Reserve raises the interest rates, we will continue to be in this trend. We monitor the interest rates constantly, and hopefully, as the certificates of deposits mature in the spring and early summer, interest rates will have improved. Safety of investments is a priority and we are bound by strict guidelines. During this past year, we have interviewed other banking institutions for comparison of rates and services and are confident TD Bank is providing exceptional service and their rates are comparable. TD Bank provides protection of the Capital Reserve and Trust accounts with FIDC, plus collateralization for additional protection.

We are pleased to report that as a result of the earnings over the years the Clough/Morrill Trust was in a position to provide funding for much needed renovations to the historical Alton Bay Fire Station. The building has been sided; trim painted and electrical service repaired and updated. This has been a tremendous improvement to the building and to Alton Bay.

Levey Park Trust provided funds for summer plantings to enhance the area and the removal of a tree near a traveled path.

Even with the low interest rates, the earnings of the Heidke Fund continue to provide services to qualifying residents of our community. Hopefully, we will be able to see this service expand when the interest rates improve.

Knights Pond Trust earnings have provided funding to some needed road repair to the area, under the direction of Judy Fry and her son, Tom Fry.

Again this year the Messer Scholarship Trust provided a scholarship in the amount of \$500 and the Houle Scholarship Trust provided a scholarship of \$300 to deserving high school students from Alton.

The Trustees of Trust Funds attended the yearly seminar in concord on June 9, 2009. This meeting is always informative keeping us current of updates. We are pleased to represent the Town of Alton.

This year we welcomed David St. Cyr to the Board of Trustees. We appreciate his interest in our community and the work of the Board of Trustees.

It is a privilege to serve as the Trustees of Trust Funds for the Town of Alton.

Respectfully submitted,

Muriel V. Stinson, Chairman